SECRET

CHAL-0710

30 June 1959

MEMORANDUM FOR THE RECORD

SUBJECT: Concurrence in Amendment No. 2 to Contract No. SE-509 with Granger Associates, Palo Alto, California, Project, CHALICE.

- 1. This memorandum contains a recommendation submitted for concurrence of the undersigned. Such recommendation is contained in Paragraph 5.
- 2. Contract No. SE-509 covers the procurement of two (2) Radar Repeater Jammers for installation in the U-2 Aircraft. The Basic Contract provided for the negotiation, at a later date, of a list of spares and related equipment to support the Repeater Jammers. Amendment No. 1 to the contract incorporated the spares. This Amendment No. 2 incorporates the necessary test equipment and calls for delivery concurrent with delivery of the Jammers.
- 3. Amendment No. 2 obligates an amount of \$560.11 chargeable to Fiscal Year 1959, Project CHALICE Funds. This results in a total obligation under the contract of \$90,472.11. This increase is provided for by Program Approval CHAL-0657. By concurrence to this memorandum the Comptroller signifies that sufficient funds are available and that funds have been adjusted as provided above.
- 4. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all covert expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st Congress, (formerly 10(b) see 85-507 dtd. 7/7/58) for each contract.

DOCUMENT NO.

NO CHANGE IN CLASS

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CLASS. CHANGED TO: TS S C

NEXT REVIEW DATE: 2011

AUTH: HR 70-2

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